# PRORATING CHILD SUPPORT PAYMENTS

**How do you pro-rate multiple child support orders?** When the Consumer Credit Protection Act (CCPA) percentage limitations do not permit full satisfaction of multiple income withholding orders.

#### Answer in detail:

1. Add together all of the non-custodial parent's current support amounts and then separately, add together the arrearage amounts.

### **EXAMPLE**:

Sue Doe v. Tom Doe, \$75 current plus \$25 on the arrearage. Mae Jones v. Tom Doe, \$65 current plus \$15 on the arrearage. Jane Smith v. Tom Doe, \$90 current plus \$20 on the arrearage.

## **Total** \$220 current; \$60 arrearage.

2. Separately determine the percentage each order amount is of the total dollar amount of the combined support orders, for current and arrearage.

EXAMPLE: <u>Current Orders</u>

Total amount of Mr. Doe's 3 orders = \$220.

Sue Doe v Tom doe (\$75 divided by \$220=.34) 34%.

Mae Jones v Tom Doe (\$65 divided by \$220=.296) 30%.

Jane Smith v Tom Doe (\$80 divided by \$220=.363) 36 %.

Arrearage Orders

Total amount of 3 orders = \$60.

\$25 divided by \$60=42%.

\$15 divided by \$60=25%.

\$20 divided by \$60=33%.

- 3. If the non-custodial parent's disposable income is \$310.00 and the amount that may be deducted for child support is 55%, pursuant to the CCPA limitations, the amount available to pro-rate is \$170.00.
- 4. <u>Important</u>: When allocating on a prorata basis, the current obligations must be withheld <u>first</u>.
- 5. To calculate the correct pro-rated dollar amounts, multiply the amount calculated to be available for proration (\$170) by the calculated percentage applicable for each order.

## **EXAMPLE**:

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|---|----------------------------------|
| <u>Current Support</u>                          | <u>Arrears</u>                   |
| Sue Doe v Tom Doe \$170 x .34 =\$57.80          | Since amount subject to          |
| Mae Jones v Tom Doe $170 \times .30 = 51.00$    | proration was not enough to      |
| Jane Smith v Tom Doe $$170 \times .36 = $61.20$ | satisfy all current obligations, |
|   | there is nothing available to    |
|   | apply to the prorated            |
|   | percentages for the arrearage    |
|   | orders.                          |

STATE OF INDIANA- FAMILY & SOCIAL SERVICES ADMINISTRATION